

PROJECTED CHANGES IN BUDGETARY FUND BALANCE – GOVERNMENTAL FUNDS

	General Fund	Restricted General Fund	Special Revenue Funds	Capital Project Funds
2012-13 Beginning Budgetary Fund Balance	60,449,354	224,504,154	264,374,928	115,831,119
Add:				
Revenues	2,293,670,173	180,250,776	356,502,453	31,701,145
Other Financing Sources	51,078,835	6,159,432	8,668,731	69,164,926
Use of Reserves	5,000,000	-	-	-
Total Available Financing	2,410,198,362	410,914,362	629,546,112	216,697,190
Less:				
Expenditures	2,284,240,392	194,280,539	438,399,333	195,169,667
Other Financing Uses	84,826,990	40,239,068	41,769,985	21,527,523
Increase in Reserves	6,594,897	-	-	-
Total Requirements	2,375,662,279	234,519,607	480,169,318	216,697,190
2012-13 Projected Ending Budgetary Fund Balance	34,536,083	176,394,755	149,376,794	-

General Fund

For the General Fund, budgetary fund balance is expected to decrease by \$25.9 million. This is due to several one-time projects funded in the general fund, including \$10.0 million for the downtown building project, \$5.9 million for the Rim Forest storm drain project, \$5.0 million for road maintenance, and \$4.0 million for the Lake Gregory Dam.

Restricted General Fund

For the Restricted General Fund, fund balance is expected to decrease by \$48.1 million.

For the Realignment Funds, departmental usage exceeds revenue projections. Such expenditure levels, budgeted based on requirements with adjustments for recent program changes, continue to be monitored closely, with specific measures being developed to reduce overall departmental usage until such time as revenue growth is realized and fund balance is restored.

For the Automated Systems Development Fund, the budget appropriates the entire fund balance. However, this is a large project which will likely span fiscal years.



Special Revenue Funds

In accordance with Section 29009 of the California Government Code, the entire unreserved fund balance in special revenue funds must be appropriated each year. Budgeted contingencies are appropriated for future or unplanned expenditures that are not anticipated for the current budget year. The projected 2012-13 ending fund balance of \$149.4 million is the contingency appropriation. Therefore, overall fund balances in the special revenue funds are anticipated to decrease by \$115.0 million from a beginning budgetary fund balance of \$264.4 million to the projected ending budgetary fund balance listed in the previous schedule. Fund balance at the end of this fiscal year will be carried over to the 2013-14 budget.

Significant details regarding projected reductions in fund balances for Special Revenue Funds:

- **Behavioral Health – Mental Health Services Act (MHSA)** budget unit projects a \$32.2 million decrease in fund balance due to expansion of programs, capital expenditures, and increased salary and benefit costs.
- **Community Development and Housing** estimates a decrease in fund balance of \$10.7 million due to appropriation for planned projects such as the Baker Learning Center in Muscoy.
- **Public Works Transportation** anticipates a \$34.0 million reduction in fund balance primarily due to a \$31.8 million increase in road construction projects, while still funding PCI projects and road maintenance the same level as the prior year.
- **Sheriff/Coroner/Public Administrator** anticipates a \$12.5 million reduction in fund balance due to a reduction in projected revenue and an increase in capital projects.

Capital Project Funds

The entire fund balance for capital projects is appropriated each year by project; therefore, the projected ending fund balance will be zero. Historically, the amount budgeted each year is greater than the amount actually expended because large capital projects often span many fiscal years and project balances are carried over annually until project completion. Hence, the actual ending fund balance is typically much greater than budgeted.

